RECOVERY OF INDUSTRIAL LOAN AMOUNT FROM DEFAULTERS

Sri H. S. SIDDAPPA (Arsikere).—

38. (69) Will the Minister for Industries please refer to the reply given to the Starred Question No. 238 (311) on 19-7-72 and state :—

(*a*) whether the industrial loan amount (as stated in reply to clause (b) of Starred Question No. 238 (311) of 29th list) has been recovered from the defaulters ;

(*b*) whether it has come to the notice of Government that these loan amounts are misused ;

(*c*) the reasons for not taking action by the concerned officers to recover the defaulted amount ;

(d) when the said amount is expected to be recovered ?

Sri S. M. KRISHNA (Minister for Industries).—

(*a*) Out of the four loanees indicated in Statement I appended to clause (a) of the reply, Sri G. Channabasappa, at Sl. No. 2, and Sri S. Channe Gowda at Sl. No. 3, are making payment of the instalments due. In regard to Sri Dandur Math Basavaiah at Sl. No. 4 orders of Government have been obtained terminating the Aid under Section 19 of the Mysore State Aid to Industries Act, 1959, and the Deputy Commissioner, Hassan District has also been addressed to recover the amount as arrears of land revenue as per Section 18. In regard to Sri S. Nanjappa at Sl. No, 1, since the party has failed to respond to the notices issued, necessary action is being taken to issue orders for termination of the Aid and, after obtaining orders of Government, the Deputy Commissioner will be requested to institute coercive proceedings for recovery of the entire amount, including interest, As regards Statement II appended to clause (a) of the reply, a statement showing the details is appended.

(b) Only one report has been received that the loan amount has been misutilised by Sri Dandur Math Basavaiah and necessary action is being taken to institute coercive proceedings against him.

(c) In respect of Statement I, necessary action has been taken in all the cases by issuing notices and obtaining reports from the Inspecting Officers and as soon as it came to the notice of Government that there was risk involved in regard to Government money, Aid has been terminated and coercive proceedings instituted.

In respect of Statement II, in almost all the loan cases, recovery steps have been taken except loans issued to Goldsmiths individuals and Societies since the District Industrial Co-operative Bank acted only as Channelising agents to those loan cases.

(*d*) In respect of Statement I, since the amount is to be recovered as a arrears of land revenue, necessary action is being taken by Government for recovering the amounts at an early date

In respect of Statement II, by the end of the year, most of the loans issued are expected to be recovered completely, except Goldsmiths Loans to individuals and societies.